## Introduced by Senators Perata, Cedillo, and Romero

(Coauthor: Assembly Member Hancock)

## February 24, 2003

Senate Joint Resolution No. 9—Relative to the California economy.

## LEGISLATIVE COUNSEL'S DIGEST

SJR 9, as introduced, Perata. California economy: congressional attention.

This measure would request the state Congressional delegation to unite and turn its attention immediately to the plight of its constituents in California whose economy and future are so seriously jeopardized by the priorities of the Bush Administration.

Fiscal committee: no.

- WHEREAS, Our nation continues in the throes of an ongoing, relentless economic recession;
- WHEREAS, The Congressional Budget Office has predicted a \$200,000,000,000 national deficit this year; and
- WHEREAS, The Bush Administration budget plan relies on total tax cuts of \$1,300,000,000,000 in the next ten years to stimulate the economy, increasing the likelihood of deep federal deficits and massive cuts to domestic programs; and
- 9 WHEREAS, Economists predicts that if legislators adopt the 10 Bush Administration's current budget proposal it would wipe out 11 the remaining surplus and plummet the U.S. into a debt of over 12 \$2,000,000,000,000 over the next ten years; and
- WHEREAS, The Congressional Budget Office estimates that the security measures being implemented in the wake of
- the security measures being implemented in the wake of September 11th attacks will reduce the annual gross domestic

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product growth by as much as 1%, or one percentage point lower than a decade ago; and

WHEREAS, State lawmakers all across the nation must cut spending in order to meet a \$25,000,000,000 budget shortfall in the 2002–03 fiscal year, and \$68,500,000,000 in the 2003–04 fiscal year; and

WHEREAS, California's New Economy recession is the deepest, most long lasting in the nation, and shows few signs of recovery; and

WHEREAS, California taxpayers' contribution to the federal budget is by far the largest of any state in the nation; and

WHEREAS, California's annual federal tax contribution is \$13,000,000,000 more than it receives back in federal support and services; and

WHEREAS, California public schools stand to lose over \$300,000,000 in crucial funding for migrant, after-school, and vocational education programs under the President's budget plan, which mandates higher standards but fails to fund the administration's much trumpeted "No Child Left Behind" education initiative favoring instead national voucher programs and giving tax credits to students who attend private schools; and

WHEREAS, The President's budget request proposes reductions in overall spending in Medicaid and SCHIP programs by \$2,500,000,000 over ten years and continues to ignore the hardships caused to seniors by putting unfettered profits of drug companies before affordable prescriptions; and

WHEREAS, President Bush's plan proposes to reduce transportation funding in California by at least \$200,000,000 thereby extending delays in projects on congested freeways, as well as reductions to transit; and

WHEREAS, The federal government already owes California reimbursements in the range of \$1,000,000,000 for homeland security expenses pursuant to September 11th attacks; now, therefore, be it

Resolved by the Senate and Assembly of the State of California, jointly, That the Legislature of the State of California does hereby ask the state Congressional delegation to unite and turn their attention immediately to the plight of its constituents in California whose economy and future are so seriously jeopardized by the priorities of the Bush Administration; and be it further

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- 1 Resolved, That the Secretary of the Senate transmit copies of
  2 this resolution to the state Congressional delegation.